

A U S T I N C I T Y C O U N C I L

## AGENDA

#39



Thursday, May 25, 2006

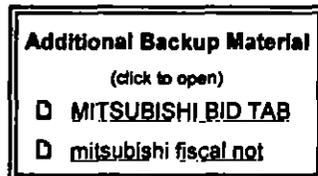
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**Purchasing Service Agreement  
RECOMMENDATION FOR COUNCIL ACTION**

**Subject:** Authorize execution of a contract with MITSUBISHI ELECTRIC POWER PRODUCTS, Warrendale, PA for the purchase of one synchronous circuit breaker in an amount not to exceed \$88,646.

**Amount and Source of Funding:** Funding is available in the Fiscal Year 2005-2006 Approved Capital Budget of Austin Energy.

**Fiscal Note:** A fiscal note is attached.



**For More Information:** Dolores Castillo, Sr. Buyer/322-6466

**Purchasing Language:** Low bid of three bids received.

**MBE/WBE:** This contract will be awarded in accordance with Chapter 2-9 of the City Code (Minority-Owned and Women-Owned Business Enterprise Procurement Program. No subcontracting opportunities were identified; therefore, no goals were established for this solicitation.

This contract is for installation of a new synchronous circuit breaker at the Oak Hill Substation. Synchronous circuit breakers are used mainly in capacitor bank installations. The breaker closes each phase separately to prevent transient voltages from entering the power system. These transients can cause interruptions and fluctuations for customers. The circuit breaker can be operated locally or by remote control to disconnect equipment from the power system for maintenance purposes. It can also be automatically operated by power system protection schemes when an overload or short circuit condition is detected, thus protecting equipment from excessive current.

MBE/WBE Solicited: 4/3 MBE/WBE Bid: 0/0

**PRICE ANALYSIS**

- Adequate competition
- Eleven notices were issued including four MBEs and three WBEs. Five solicitations were issued. Three bids were received with no MBEs/WBEs responding.
- The pricing offered represents an 8% increase to the last purchase made April 2001.

**APPROVAL JUSTIFICATION**

- Low bid.
- The Purchasing Office concurs with Austin Energy's recommended award.
- Advertised on the Internet.

**AGENDA DATE:**

**CITY OF AUSTIN  
RECOMMENDATION FOR COUNCIL ACTION  
VENDOR NAME:**

**BID TABULATION**  
Synchronous Circuit Breaker/Qty. 1  
IFB No. DC06100015

**VENDOR**

**TOTAL**

Mitsubishi Elect.  
Warrendale, PA

**\$88,646**

Power Supply  
Austin, TX

**\$99,848**

Areva T&D  
Charleroi, PA

**\$117,800**

**CIP BUDGET  
Fiscal Note**

**DATE OF COUNCIL CONSIDERATION:** 5/25/2006  
**WHERE ON AGENDA:** Resolution  
**DEPARTMENT:** Austin Energy

**SUBJECT:** Authorize execution of a contract with MITSUBISHI ELECTRIC POWER PRODUCTS, Warrendale, PA for the purchase of one synchronous circuit breaker in an amount not to exceed \$88,646.

**FINANCIAL INFORMATION:**

Parent Project Name: Transmission  
Project Authorization: 2005-2006 Approved Capital Budget

Current Appropriation	\$ 155,475,734.00	
Unencumbered Balance		\$ 8,006,263.08
Amount of This Action		<u>(88,646.00)</u>
Remaining Balance		<u>\$ 7,917,617.08</u>

**Use of Remaining Balance:**

Remaining funds will be used for design, construction, equipment, and material acquisition to complete the project.

**Use of Any Remaining Funds After Completion of Project:**

No remaining funds anticipated at this time.

Director, Planning and Budget

Signature: J.E. Pokorny Date: 5/9/2006